SLS 12RS-1870 ENGROSSED

Regular Session, 2012

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SENATE BILL NO. 703

BY SENATOR AMEDEE AND REPRESENTATIVES BERTHELOT, LAMBERT AND SCHEXNAYDER

LOCAL AGENCIES. Authorizes the parish of Ascension to expropriate certain property by a declaration of taking. (8/1/12)

AN ACT

2	To enact Part XI of Title 19 of the Louisiana Revised Statutes of 1950, to be comprised of
3	R.S. 19:361 through 368, relative to expropriation; to authorize the governing
4	authority of Ascension Parish to expropriate by a declaration of taking; to provide
5	certain terms, conditions, procedures, definitions, requirements, and effects; to
6	prohibit expropriation for certain purposes; and to provide for related matters.
7	Notice of intention to introduce this Act has been published.
8	Be it enacted by the Legislature of Louisiana:
9	Section 1. Part XI of Title 19 of the Louisiana Revised Statutes of 1950, comprised
10	of R.S. 19:361 through 368, is hereby enacted to read as follows:
11	PART XI. EXPROPRIATION BY A DECLARATION OF TAKING BY THE
12	PARISH OF ASCENSION
13	§361. Ascension Parish government; authority to expropriate; acquisition of
14	property prior to judgment; definitions
15	A. After August 1, 2012, and until August 1, 2016, when the Ascension
16	Parish governing authority cannot amicably acquire property needed for a
17	road, sewage or drainage project, it may acquire the same by expropriation and

may acquire the property prior to judgment in the trial court fixing the amount of compensation due to the owner of the property.

B. If the owners are known and can be located, the governing authority must engage in good faith negotiations with the owner or owners of the subject property to acquire the property by conventional agreement, and it must make at least one written offer to purchase the property for a specific price. Thereafter, if the governing authority concludes that it cannot amicably acquire the subject property, it must, at least thirty days prior to filing a petition, notify the owner or owners by certified mail, return receipt requested, of its intention to expropriate the property pursuant to this Part. If the notice is returned unclaimed, the governing authority shall mail the letter of notification by regular mail and wait thirty days from the date of mailing prior to filing suit. The letter of notification must also inform the owner that if, within thirty days after being served with the notice of suit, he does not object to the taking on the ground that it is not for a public purpose, he will waive all defenses to the taking except claims for compensation or damages. A copy of this Part must be enclosed with the letter of notification.

C. Except as otherwise provided in this Part, such expropriation by the parish government shall be conducted in the manner that the Department of Transportation and Development may expropriate property for highway purposes, as set forth in R.S. 48:441 through 460.

D. As used in this Part, the term "property" means any portion of immovable property including servitudes, rights-of-way, and other rights in or to immovable property.

E. The provisions of this Part shall not apply to investor owned gas, electric, and telecommunication utilities or member owned electric cooperatives regulated by the Louisiana Public Service Commission.

§362. Contents of petition; place of filing

The right of expropriation granted by this Part shall be exercised in the

1 **following manner:** 2 (1) A petition shall be filed by the plaintiff in the district court of the 3 parish in which the property to be expropriated is situated. (2) The petition shall contain a statement of the purpose for which the 4 5 property is to be expropriated, describing the property necessary therefor with a plan of the same, a description of the improvements thereon, if any, and the 6 7 name of the owner if known. 8 (3) The petition shall have annexed to it the following: 9 (a) A certified copy of the ordinance adopted by the parish council 10 authorizing the taking and declaring that it is necessary or useful for the 11 purposes of this Part. 12 (b) A certificate signed by the parish or consulting engineer declaring 13 that (i) he has fixed the right-of-way in a manner sufficient in his judgment to 14 provide for the public interest, safety, and convenience and (ii) that the location 15 and design of the proposed improvements are in accordance with the best modern practices adopted in the interest of the safety and convenience of the 16 17 public. (c) An itemized statement of the amount of money estimated to be the 18 19 full extent of the owner's loss for the taking or the damage, or both, as the case 20 may be. It shall be signed by those who made the estimate, showing the capacity 21 in which they acted, and the date on which it was made. 22 (d) A copy of the return receipt from the letter of notification of intention 23 to expropriate the property, as required by R.S. 19:271. 24 §363. Prayer of the petition; ex parte order of taking The petition shall conclude with a prayer that the property be declared 25 26 taken for sewer, drainage, or road projects and, upon presentation of the 27 petition, the court shall issue an order directing that the amount of the estimate 28 be deposited in the registry of the court. Upon the deposit of the amount of the

estimate in the registry of the court, for the use and benefit of the persons

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entitled thereto, the clerk shall issue a receipt showing the amount deposited,
the date it was deposited, the style and number of the cause, and the description
of the property and property rights, as contained in the petition.

§364. Vesting of title

Title to the property and the property rights specified in the petition shall vest in the governing authority upon final court order declaring that the property described in the petition has been taken for sewer, drainage, or road projects, and the right to just and adequate compensation therefor shall vest in the persons entitled thereto. Upon vesting of title, the governing authority may enter upon and take possession of the property.

§365. Notice to defendant

A. Upon receipt of the deposit, the clerk of court shall issue a notice to each defendant in the suit, notifying him that a petition has been filed to expropriate the property described in the petition.

B. This notice, together with a certified copy of the order, the petition and the clerk's receipt for the deposit, shall be delivered by the clerk to the proper sheriff for service on each defendant in the manner provided for the service of citations.

§366. Contesting validity of taking; waiver of defenses

A. Any defendant desiring to contest the validity of the taking on the ground that the property was not expropriated for a sewer, drainage, or road project purpose shall file a motion to dismiss or other defenses to the taking within thirty days after the date on which the notice was served on him. He shall certify thereon that a copy thereof has been served personally or by mail on either the plaintiff or his attorney of record in the suit. This motion shall be tried contradictorily with preference to the judge alone and shall be decided prior to fixing the case for trial on the compensation or damages due to the defendant.

B. Failure to file the motion within the time provided or to serve a copy

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thereof on the plaintiff constitutes a waiver of all defenses to the suit except

2 claims for compensation or damages. 3 §367. Defendant's answer; requirements; delay for filing When property is expropriated pursuant to this Part, any defendant may 4 5 apply for a trial to determine the measure of compensation to which he is entitled, if: 6 (1) He files an answer within one year from the date he is notified in 7 8 writing by the governing authority that it has finally accepted the construction 9 project for which the property was expropriated. However, he may file his 10 answer prior to the date he is notified by the governing authority. (2) His answer sets forth the amount he claims, including the value of 11 each parcel expropriated and the amount he claims as damages to the 12 13 remainder of his property. (3) His damage claim is reasonably itemized. 14 (4) His answer has a certificate thereon showing that a copy thereof has 15 been served personally or by mail on all parties to the suit who have not joined 16 17 in the answer. §368. Grant as additional authority 18 19 The right to take possession and title as provided in this Part is in addition to any right or authority conferred by the laws of this state under 20 21 which expropriation proceedings may be conducted and shall not be construed as abrogating, eliminating, or modifying any such right or authority. 22 Section 2. The provisions of this Act shall be interpreted so as to be consistent with 23 Article 1. Section 4 of the Louisiana Constitution of 1974. 24 The original instrument was prepared by Jerry G. Jones. The following digest, which does not constitute a part of the legislative instrument, was prepared by Michael Bell.

DIGEST

Amedee (SB 703)

1

<u>Proposed law</u> authorizes the Ascension Parish governing authority to expropriate by a declaration of taking after August 1, 2013, and until August 1, 2016, and provides procedures.

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Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

<u>Proposed law</u> provides that when the Ascension Parish governing authority cannot amicably acquire property needed for a road, sewage or drainage project, it may acquire the same by expropriation and may acquire the property prior to judgment in the trial court fixing the amount of compensation due to the owner of the property.

<u>Proposed law</u> further provides that it shall not apply to investor owned gas, electric, and telecommunication utilities or member owned electric co-operatives regulated by the Louisiana Public Service Commission.

<u>Proposed law</u> provides procedures for notice to owners, contents and filing of petition, vesting of title, contesting the validity of the taking, and conducting generally of expropriation in the same manner that DOTD expropriates property for highway purposes. Provides that "property" means any portion of immovable property including servitudes, rights-of-way, and other rights in or to immovable property.

<u>Proposed law</u> requires that <u>proposed law</u> be interpreted in a manner consistent with Article 1, Section 4 of the Louisiana Constitution of 1974 regarding the right to property.

Effective August 1, 2012.

(Adds R.S. 19:361-368)

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Local and Municipal Affairs to the original bill

- 1. Limits <u>proposed law</u> authority of Ascension Parish to after August 1, 2012, and until August 1, 2016.
- 2. Deletes authority for parish to use <u>proposed law</u> procedure to expropriate property needed for the purposes of a major infrastructure project.
- 3. Adds requirement for parish to engage in negotiations with owners before initiating <u>proposed law</u> expropriation procedures.
- 4. Removes requirement of a 2/3 vote by parish council before <u>proposed law</u> expropriation procedures may be initiated.
- 5. Increases the advance notice time to owners by the parish <u>from 15 to 30 days</u> before filing petition to initiate <u>proposed law</u> expropriation procedures.
- 6. Increases the time for owners to object to <u>proposed law</u> expropriation procedures on the basis that such taking is not for the public purpose <u>from</u> 15 <u>to</u> 30 days of being served with notice of suit.
- 7. Changes applicability of <u>proposed law</u> procedures <u>from</u> not authorizing expropriation for the purposes of bicycle facilities or paths <u>to</u> not applying to investor owned gas, electric and telecommunication utilities or member electric cooperatives.
- 8. Removes requirement for court to issue an order that the parish's expropriation of the property was for a public purpose if no owner objection is timely filed.
- 9. Change the notice to the property owners upon the filing of a petition <u>from</u> stating that the property has been expropriated <u>to</u> stating that a petition for expropriation has been filed.

10. Adds requirement that <u>proposed law</u> be interpreted in a manner consistent with the state constitution's right to property provision.